



**COMMANDER, U.S. PACIFIC COMMAND
(USPACOM)
CAMP H.M. SMITH, HAWAII 96861-4028**

USPACOMINST 0201.5
J05
31 Oct 06

USPACOM INSTRUCTION 0201.5

Subj: CURRENCY AND BANKING FACILITIES ON MILITARY INSTALLATIONS
IN U.S. PACIFIC COMMAND (USPACOM)

Ref: (a) DoD Directive 1000.11
(b) DoD Directive 7360.5
(c) Code of Federal Regulations Title 32 National Defense
Part 230

Encl: (1) Funding Offices in USPACOM

1. Purpose. This instruction prescribes policy and responsibilities governing currency and banking facilities on military installations in the USPACOM Area of Responsibility (AOR). This instruction has been completely revised.

2. Cancellation. USCINCPACINST 7200.1M

3. Definitions

a. Banking Facility. A facility located on a military installation and operated by a banking institution which, under its designation as a depository and financial agent of the U.S. Government, has been specifically authorized by the Treasury Department to provide certain banking services at the installation. A full-time banking facility is one which operates five or more days a week. A sub-office operates five or more days a week, but under the supervision of another banking facility. A part-time banking facility operates four or less days a week, exclusive of additional payday services.

b. Recoupment of U.S. Dollars. A process which permits banking facilities to purchase available U.S. dollars from foreign banks or governments to reduce shipment of currency from the continental United States to various sub-funding offices in the USPACOM AOR.

c. U.S. Currency. U.S. coin and paper money in the form of U.S. dollars and Military Payment Certificates (MPCs).

31 Oct 06

d. Pacific Central Funding Office (PCFO). An office designated by Headquarters (HQ), USPACOM to acquire, store and distribute, in bulk, U.S. currency in the USPACOM AOR.

e. Sub-Funding Office. An office designated by HQ USPACOM to place orders for and receive funds from the PCFO. Under normal circumstances, there will be only one sub-funding office in each country.

f. Emergency Condition. Any situation resulting from war, armed aggression or other hostilities against U.S. personnel or interests, and sudden, extensive natural or man-made disasters.

4. Coordination with American Embassies. Subordinate unified commanders and USPACOM representatives coordinate with the appropriate American embassy, concerning financial currency policies that affect host governments.

5. Policy

a. HQ USPACOM will review requests for military banking facilities in the USPACOM AOR to determine if there is a demonstrated need for banking and financial services which cannot be adequately provided either on the installation or in its immediate vicinity. Banking facilities are established and maintained under DoD contract.

b. The quality of banking service to individuals in USPACOM should be comparable to that available in the U.S. The availability of financial services is important to the morale and welfare of Service members and dependents.

c. Costs associated with military banking facility operations must be minimized subject to the desire quality of service.

d. General military banking facility operating policies and procedures as well as specific procedures for establishing and operating a military banking facility at an overseas location are addressed in reference (a).

6. Responsibilities

a. Currency

(1) HQ USPACOM manages U.S. currency for U.S. Armed Forces in the USPACOM AOR. Send requests for the following actions to HQ USPACOM/J05:

(a) Introducing or discontinuing the use of MPCs.

(b) Introducing or discontinuing recoupment of U.S. dollars.

(c) Changing or designating USPACOM sub-funding offices (enclosure (1)).

(d) Establishing or terminating U.S. currency shipments.

(2) Commander, Pacific Air Forces (PACAF) operates a PCFO to:

(a) Acquire, store, and distribute, in bulk, U.S. currency in the USPACOM AOR.

(b) Recommend establishment of or changes to sub-funding offices and coordinating such actions with appropriate subordinate unified commands, USPACOM representatives and area commanders.

(c) Coordinate distribution and turn-in of U.S. currency with designated sub-funding offices in the USPACOM AOR.

(d) Standardize procedures to transfer U.S. currency from the Federal Reserve Bank and within the USPACOM AOR.

(e) Dispose of U.S. currency during emergency conditions per reference (b).

(f) Administer the MPC program in the USPACOM AOR when instituted. HQ USPACOM provides additional instructions when payment certificates are introduced.

(g) Prescribe procedures for continued PCFO operations during emergencies that include designation and operation of an alternate central funding office location should conditions warrant.

(h) Provide copy of current PCFO operating instructions prescribing central funding procedures to HQ USPACOM, subordinate unified commanders, USPACOM representatives, and designated sub-funding offices.

(3) Subordinate unified commands, USPACOM representatives, and area commanders promulgate instructions concerning U.S. dollars, MPCs, and foreign currency that comply

31 Oct 06

with U.S. and host government agreements on financial regulations and currency control, within their respective areas of responsibilities.

b. Banking Facilities

(1) HQ USPACOM will:

(a) Coordinate requests to establish or terminate banking facilities originating in the USPACOM AOR.

(b) Facilitate communications between Assistant Secretary of Defense (Comptroller) (ASD(C)) and installation on which banking facilities are located.

(c) Monitor and coordinate general aspects of military banking operations in the USPACOM AOR per reference (c). Personnel assigned to Security Assistance positions will not perform this function without the prior approval of HQ USPACOM and the Director, Defense Security Cooperation Agency (DSCA).

(2) Subordinate unified commands and component commands will:

(a) Monitor and coordinate military banking facility operations, including requests to establish, relocate, and terminate banking facilities on military installations under USPACOM jurisdiction.

(b) Compare the exchange rate for host country currency sold by banking facilities with the rate used by local commercial banks and authorized exchange dealers to ensure the banking facility exchange rate is at least as favorable to the customer as that available in other types of facilities.

(c) Ensure all installation commanders with banking facilities receive monthly operating statements.

(d) Ensure operating statements receive the quality of analysis and appraisal required for routine management and for supporting recommendations for change.

(e) Ensure ongoing efforts are responsive to customer needs.

(f) Advise HQ USPACOM/J05 of problems requiring resolution or inconsistencies among instructions, contracts, or other directives.

31 Oct 06

(g) Ensure banking facilities are aware of and comply with applicable foreign currency regulations.

(3) Installation commanders will:

(a) Comply with references (a) through (c) and other applicable directives concerning establishment, operation, and termination of military banking facilities.

(b) Review and monitor banking facility services.

(c) Analyze and appraise banking facility operating statements. Analysis may be initiated by the manager of the banking facility, but the appraisal must be performed by the installation commander or his designated Bank Liaison Officer.

(d) Attend to customer service requirements by monitoring, evaluating, responding to customer complaints, and by conducting an annual survey of customer satisfaction.

(e) Dispose of currency in emergencies per reference (b).

c. Property Administration

(1) The following organizations and USPACOM representatives function as country or area property administrators for military banking facilities:

(a) Hawaii - HQ USPACOM (J05)

(b) Korea - HQ U.S. Forces Korea

(c) Japan (including Okinawa) - HQ U.S. Forces Japan

(d) Guam - Representative of the Commander, USPACOM in Guam and the Federated States of Micronesia

(2) Property Administrators will:

(a) Provide a central point of contact for coordinating military banking facility property administration.

(b) Provide authority and guidance for turn-in of excess and obsolete equipment.

(c) Task military banking facility liaison officers to:

31 Oct 06

1. Ensure that military banking facilities establish and maintain accountability records for all government property.

2. Conduct an annual joint property inventory, a list of all property each banking facility is accountable for to the respective country or territory property administrator.

(d) Forward a copy of the list of property received under paragraph 6c(2)(c)3 to HQ USPACOM/J05.



W. V. ALFORD, JR.
Rear Admiral, USN
Chief of Staff

Distribution: (USPACOMINST 0902.1)
List IA, B
List II A, B, D and E (less 6, 7 and 8)
SECDEF (ASD/COMP) (4)
SECDEF (ASD/I&L) (2)
Treasury Dept (FS)
CSA (COA) (4)
CNO (COMP) (4)
CSAF (FM) (4)
USARJ (COMP) (4)
USAGO (COMP) (4)

USPACOMINST 0201.5
31 Oct 06

FUNDING OFFICES IN USPACOM

1. PACIFIC CENTRAL FUNDING OFFICE (PCFO):

<u>COMMAND</u>	<u>LOCATION</u>	<u>SERVICE</u>
374th Comptroller Squadron	Yokota AB, Japan	Air Force

2. SUB-FUNDING OFFICES:

<u>COMMAND</u>	<u>LOCATION</u>	<u>SERVICE</u>
Army Finance and Accounting Office	Seoul, Korea	Army

Enclosure (1)